



BCOC-131: Financial Accounting

1. What are the basic accounting concepts and conventions? Explain with examples.
2. Explain the Double Entry System of Bookkeeping. How is it different from the Single Entry System?
3. What is a Trial Balance? How is it prepared and what are its limitations?
4. Rectify the following errors and pass journal entries. Distinguish between capital and revenue expenditure with examples.
5. What is depreciation? Explain the straight-line and written-down value methods with examples.
6. Explain the difference between Trading Account and Profit and Loss Account.
7. What is a bill of exchange? Distinguish between a bill of exchange and a promissory note.
8. Pass journal entries for the following bill transactions... (like drawing, acceptance, dishonour, renewal, etc.)
9. What is a Bank Reconciliation Statement (BRS)? Explain its need and prepare BRS from given data.
10. Explain the features of consignment. Prepare Consignment Account in the books of the consignor.

11. What is a joint venture? How does it differ from a partnership? Prepare Joint Venture A/c and co-venturer's A/c.

12. Ravi purchased 4 delivery vans on hire purchase from Zoom Motors Ltd. The terms were as follows:

Particulars	Information
Cash Price per Van	15,000
Number of Vans Purchased	4
Installments	4 equal annual instalments of 4,000 each
Interest Rate	6% p.a. included in each installment
Depreciation Method	10% p.a. on Straight Line Method
Paid Installments	Advance + 1 installment paid
Default on Vans	2 vans returned after 1st installment
Vans Retained	2 vans (continue under agreement)

Required:

Prepare in the books of Ravi (Hire Purchaser):

- Delivery Vans Account
- Zoom Motors Ltd. Account

13. Prepare the Delhi Branch Account in the books of Head Office, New Delhi, from the following particulars:

Particulars	(Amount)
Goods sent to Branch	12,000
Branch Opening Stock	3,000
Opening Debtors	1,500
Cash Sales	7,200
Credit Sales	9,000
Cash Received from Debtors	7,000
Branch Expenses	1,100
Bad Debts	200
Discount Allowed	100
Goods returned by Customers to Branch	150
Goods returned by Branch to H.O.	400
Goods transferred from Mumbai Branch	600

Additional Information:

- Goods sent to branch are at cost + 20%.
- All cash collected is sent to the Head Office.
- Expenses are paid directly by Head Office.

Required:

Prepare Delhi Branch Account in the books of Head Office.

14. Journalise the following transactions in the books of Anil, a trader:

Opening Balances on 1st April 2022:

Particulars	Amount
Cash in Hand	5,000
Cash at Bank	15,000
Inventory	18,000
Furniture	10,000
Trade Receivables: Mohan	3,000
Trade Payables: Ramesh	4,000
Capital	47,000

Transactions during April 2022:

1. April 1 – Purchased goods worth 10,000 for cash, less 10% trade discount.
2. April 5 – Received 2,900 from Mohan in full settlement.
3. April 8 – Sold goods to Naresh for 1,200 on credit.
4. April 10 – Paid wages 1,000 in cash.
5. April 15 – Naresh became insolvent; 60% of dues recovered.
6. April 18 – Purchased machinery for 6,000 and paid 300 as installation.
7. April 20 – Paid 500 to Ramesh in full settlement of 600.

15. On 1st July 2022, the Head Office of Delhi sent goods to its Jaipur Branch invoiced at selling price 60,000 (cost + 25%). During the half-year:

- Cash sales at branch: 32,000
- Credit sales: 18,000
- Returns from customers: 2,000
- Goods returned to H.O.: 3,000
- Closing stock at selling price: 12,000

Required:

Prepare the following in the books of Head Office (Delhi):

- Jaipur Branch Stock Account
- Jaipur Branch Adjustment Account
- Goods Sent to Branch Account

16. Anand and Mukesh entered into a joint venture to build a mini stadium. They opened a joint bank account to manage all transactions.

- Anand contributed 1,00,000; Mukesh contributed 80,000.
- Joint expenses: 1,50,000
- Materials supplied by Anand: 20,000
- Mukesh took unsold materials worth 5,000
- Contract completed and amount received: 2,50,000
- Profit is to be shared in the ratio of capital contributed.

Required:

Prepare:

1. Joint Bank Account
2. Joint Venture Account
3. Co-Venturers' Capital Accounts

17. Manoj of Delhi consigned 800 units of oil @ 25 each to Rakesh of Kanpur. Manoj paid 1,000 for freight and 1,200 for insurance.

1. In transit, 100 units were destroyed in accident.
2. Insurance claim received 2,000.
3. Rakesh sold 600 units @ 40 per unit.
4. His expenses: unloading 800, warehouse rent 600, advertisement 1,000.
5. Commission: 10% on sales
6. 3,000 was found irrecoverable from customers.
7. Rakesh remitted 15,000 to Manoj via bank.
8. Required:
9. Prepare the Consignment Account in the books of Manoj.